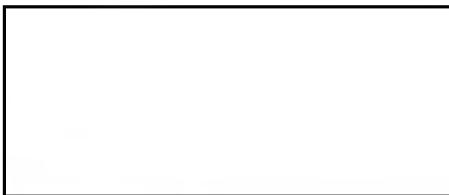


~~TOP SECRET~~

20

25X1



25 August 1959

25X1

Copy No. C 63

CENTRAL INTELLIGENCE BULLETIN



48
DOCUMENT NO.
NO CHANGE IN CLASS.
DECLASSIFIED
CLASS. CHANGED TO: TS S C
NEXT REVIEW DATE: 2010
AUTH: HR 70-2
DATE: 4/19/80 REVIEWER:

25X1



DIA and DOS have no objection to declassification and release.

25X1

DIA and DOS review(s) completed.

~~TOP SECRET~~

Next 1 Page(s) In Document Exempt

CENTRAL INTELLIGENCE BULLETIN

25 August 1959

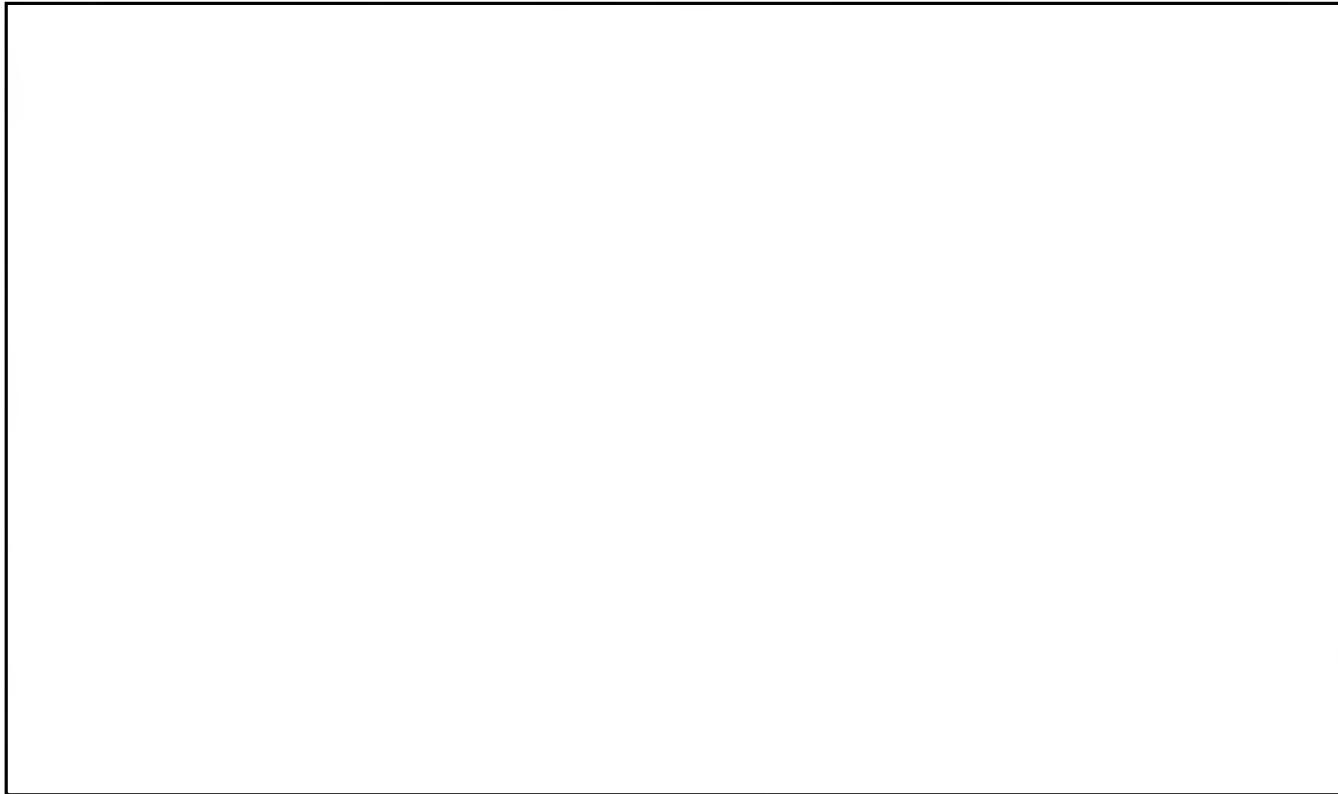
25X1

DAILY BRIEF

I. THE COMMUNIST BLOC

25X1

II. ASIA-AFRICA



III. THE WEST

25X1
No France-Libya: The French Ministry of Defense has notified the US air attaché of plans for additional French Air Force reconnaissance flights over Libya to observe suspected Algerian

25X1

i

25X1

25X1

[redacted] rebel activity. The overflights, set for 26 August and 2 September, are to follow the same routes as those of 29 July and 5 August which apparently went unnoticed by the Libyan Government.) [redacted]

[redacted] 25X1

25X1

DK Brazil: Riots protesting the shortage of basic foods and the continuing increase in the cost of living may erupt in the industrial Sao Paulo area. The illegal Communist party is probably ready to participate actively in any public disturbances. State police would have difficulty in controlling any large-scale riots and might have to summon army help. [redacted]

25X1

25X1

25 Aug 59

DAILY BRIEF

ii

[redacted] 25X1

Next 2 Page(s) In Document Exempt

III. THE WEST

Brazilian Economic Unrest May Lead to Riots

Social unrest over the cost of living and shortages of staple foods has mounted in the past week in industrial Sao Paulo and could lead to strikes and riots which would probably be exploited by the Communists, according to the American Consulate General. Sao Paulo state officials are concerned over the situation, and the governor reportedly conferred with President Kubitschek on 14 August about security measures. The police would probably have difficulty controlling a mass demonstration and might have to summon army reinforcements.

The cost of living in Sao Paulo increased over 17 percent in the first five months of the year and probably rose even more in July and August as a result of the food shortages. The federal government's emergency program to control prices and increase food production, instituted last March, brought some temporary relief but has not yet had a major impact on the situation.

A business recession in Sao Paulo and extensive unemployment in the construction industry are probably contributing to the unrest. The American Embassy has reported growing public impatience in Rio de Janeiro with shortages and price increases, and demonstrations have occurred in other cities.

The press has reported an announcement by the Brazilian Federal Price Control Agency that the government may take over foreign-owned meat-packing firms in an effort to relieve the current shortage of meat. This threat is probably intended partly to divert attention from other more serious basic shortages, as well as to force the meat-packing companies to resume operations under government price controls.

Protests over the cost of living and the business recession will probably reinforce President Kubitschek's reluctance to adopt an austerity program as a basis for reopening loan talks with the International Monetary Fund. Brazil's dollar receipts were unexpectedly high in July, but a new foreign-exchange crisis is likely within a few months. [redacted]

25X1

25X1

25X1

Approved For Release 2003/01/29 : CIA-RDP79T00975A004600480001-8

Approved For Release 2003/01/29 : CIA-RDP79T00975A004600480001-8

THE PRESIDENT

The Vice President

Executive Offices of the White House

Special Assistant for National Security Affairs

Scientific Adviser to the President

Director of the Budget

Office of Defense and Civilian Mobilization

Director, National Aeronautics and Space Administration

Special Assistant for Security Operations Coordination

Board of Consultants on Foreign Intelligence Activities

Special Assistant for Foreign Economic Policy

Executive Secretary, National Security Council

The Treasury Department

The Secretary of the Treasury

The Department of State

The Secretary of State

The Under Secretary of State

The Under Secretary of State for Economic Affairs

The Deputy Under Secretary for Political Affairs

The Deputy Under Secretary for Administration

The Counselor

Director, International Cooperation Administration

The Director of Intelligence and Research

The Department of Defense

The Secretary of Defense

The Deputy Secretary of Defense

Assistant Secretary of Defense for International Security Affairs

The Secretary of the Army

The Secretary of the Navy

The Secretary of the Air Force

The Chairman, The Joint Chiefs of Staff

Commandant, United States Marine Corps

The Director, The Joint Staff

Chief of Staff, United States Army

Chief of Naval Operations, United States Navy

Chief of Staff, United States Air Force

Assistant to Secretary of Defense for Special Operations

Director for Intelligence, The Joint Staff

Assistant Chief of Staff for Intelligence, Department of Army

Director of Naval Intelligence, Department of Navy

Assistant Chief of Staff, Intelligence, Department of the Air Force

Supreme Allied Commander, Europe

Commander in Chief, Pacific

The Department of Commerce

The Secretary of Commerce

Federal Bureau of Investigation

The Director

Atomic Energy Commission

The Chairman

National Security Agency

The Director

National Indications Center

The Director

TOP SECRET

TOP SECRET